

BANK OF THE CAROLINAS CORPORATION

	CPP Disbursement Date	RSSD (Holding Company)	Number of Insured Depository Institutions		
	04/17/2009	3447398	1		
Selected balance and off-balance sheet items	2012 \$ millions	2013 \$ millions	%chg from prev		
Assets	\$437	\$423	-3.1%		
Loans	\$270	\$279	3.0%		
Construction & development	\$28	\$27	-6.4%		
Closed-end 1-4 family residential	\$73	\$85	16.9%		
Home equity	\$29	\$28	-4.2%		
Credit card	\$0	\$0			
Other consumer	\$2	\$2	-27.3%		
Commercial & Industrial	\$23	\$17	-23.9%		
Commercial real estate	\$103	\$110	6.2%		
Unused commitments	\$28	\$30	6.3%		
Securitization outstanding principal	\$0	\$0			
Mortgage-backed securities (GSE and private issue)	\$46	\$38	-17.8%		
Asset-backed securities	\$0	\$0			
Other securities	\$60	\$52	-13.8%		
Cash & balances due	\$8	\$15	90.6%		
Residential mortgage originations					
Closed-end mortgage originated for sale (quarter)	\$0	\$0			
Open-end HELOC originated for sale (quarter)	\$0	\$0			
Closed-end mortgage originations sold (quarter)	\$0	\$0			
Open-end HELOC originations sold (quarter)	\$0	\$0			
Liabilities	\$420	\$414	-1.6%		
Deposits	\$373	\$367	-1.8%		
Total other borrowings	\$45	\$45	0.1%		
FHLB advances	\$0	\$0			
Equity					
Equity capital at quarter end	\$17	\$10	-41.5%		
Stock sales and transactions with parent holding company (cumulative through calendar year)	\$0	\$0	NA		
Performance Ratios					
Tier 1 leverage ratio	3.6%	3.5%	--		
Tier 1 risk based capital ratio	5.0%	4.9%	--		
Total risk based capital ratio	6.2%	6.1%	--		
Return on equity ¹	21.2%	-45.8%	--		
Return on assets ¹	0.8%	-1.3%	--		
Net interest margin ¹	2.8%	2.9%	--		
Coverage ratio {(ALLL+Alloc transfer risk)/Noncurrent loans}}	89.1%	125.6%	--		
Loss provision to net charge-offs (qtr)	827.3%	16.3%	--		
Net charge-offs to average loans and leases ¹	-0.1%	0.3%	--		
¹ Quarterly, annualized.					
	Noncurrent Loans		Gross Charge-Offs		
Asset Quality (% of Total Loan Type)	2012	2013	2012	2013	
Construction & development	3.1%	2.3%	0.0%	0.8%	--
Closed-end 1-4 family residential	3.3%	1.4%	0.0%	0.1%	--
Home equity	0.3%	0.3%	0.3%	0.1%	--
Credit card	0.0%	0.0%	0.0%	0.0%	--
Other consumer	0.3%	0.4%	0.4%	0.5%	--
Commercial & Industrial	0.9%	2.7%	0.3%	0.0%	--
Commercial real estate	4.0%	2.0%	0.1%	0.2%	--
Total loans	2.9%	1.7%	0.1%	0.2%	--